UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

FRANK QUAGLIA,

Plaintiff,

: Civil Action No. 04-10460 RWZ

-against-

BRAVO NETWORKS, NATIONAL business as NBC; RAINBOW PROGRAMMING HOLDINGS, INC., and DOES 1-10.

: DEFENDANT RAINBOW MEDIA HOLDINGS LLC'S RESPONSE TO BROADCASTING COMPANY, INC., doing : PLAINTIFF'S ADDENDUM TO HIS MAY 31, 2005 MOTION TO COMPEL

Defendants.

Defendant Rainbow Media Holdings LLC, sued herein as Rainbow Programming Holdings, Inc. ("Rainbow"), by its undersigned counsel and pursuant to Local Rule 37.1, hereby submits its response to Plaintiff's Addendum to his May 31, 2005 Motion to Compel the production of certain documents and videotapes relating to the Bravo series, *The It Factor*.

I. Rainbow Has Provided Plaintiff with an Estimate of Revenues Attributable to The It Factor.

Plaintiff seeks documents showing revenues generated by The It Factor series from commercial advertising sales, product placement and merchandising. On June 24, 2005, Rainbow produced its estimate of the commercial advertising sales revenue attributable to The It Factor, based on Bravo's actual television advertising revenues for the period during which Bravo was owned in part by subsidiaries of Rainbow (until December 5, 2002). See Declaration of Laura M. Vasey, Esq. ("Vasey Decl."), Exhibit A hereto, Ex. 2; Declaration of John Huffman ("Huffman Decl."), Exhibit B hereto. Advertising revenue attributed to The It Factor was calculated based on the daypart in which each episode aired and the ratings for each episode. See Huffman Decl. ¶ 3.

We note for the record that Rainbow's calculation of the advertising revenue attributable to *The It Factor* is an estimate, at best, and does not comply with generally accepted accounting principles. *See* Huffman Decl. ¶ 4. Although the estimated advertising revenue attributable to *The It Factor* is approximately \$300,000, Bravo eventually suffered a loss on the series of approximately \$1.1 million based on production expenses of approximately \$1.4 million. *See id.* ¶ 5 and Declaration of Debbie DeMontreux, Exhibit C hereto.

Based on the Bravo business records that remain in Rainbow's possession, Bravo received no revenue from merchandising or product placement for *The It Factor*. See Huffman Decl. ¶ 6.

II. Rainbow Has Delivered the Raw Video Footage from the Premiere Episode of *The It Factor* to DuArt, for Copying at Plaintiff's Expense.

Plaintiff seeks all raw video footage for the premiere episode of *The It Factor*, including any VHS copies of such footage in Zanzibar Productions, Inc.'s possession ("Zanzibar"). On Friday, June 17, 2005, Rainbow's counsel delivered the raw video footage for the premiere episode of *The It Factor* to DuArt, for copying at Plaintiff's expense. *See* L. Vasey Decl. ¶ 2, Ex. 1. The raw video footage delivered to DuArt is in mini-DV format, and Zanzibar has no copies of this footage in VHS format. *See* Declaration of Lauren Friedland Eskelin, Exhibit D hereto.

Conclusion

As Rainbow has produced the documents and video footage requested by Plaintiff to the extent they exist and are within Rainbow's possession, custody or control, Rainbow respectfully requests that Plaintiff's Addendum to his May 31, 2005 Motion to Compel be denied.

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Respectfully submitted,

RAINBOW MEDIA HOLDINGS LLC (sued herein as RAINBOW PROGRAMMING HOLDINGS, INC.)

By its attorneys,

Barry I. Slotnick (Admitted pro hac vice)

Laura M. Vasey (Admitted pro hac vice)
LOEB & LOEB LLP

345 Park Avenue New York, New York 10154 (212) 407-4000

Jonathan M. Albano, BBO #013850 BINGHAM MCCUTCHEN 150 Federal Street Boston, Massachusetts 02110 (617) 951-8000

Dated: June 30, 2005

Certificate of Service

I hereby certify that a true copy of the above document was served upon Plaintiff and the attorney of record for each other party, as identified on the attached Service List, by overnight mail on July 1, 2005.

Jonathan M. Albano

SERVICE LIST

Plaintiff:

Frank Quaglia 35 Terry Lane Barre, Massachusetts 01005 (978) 355-3456

Counsel for Defendants NBC and Bravo:

Daniel M. Kummer, Esq. National Broadcasting Company, Inc. 30 Rockefeller Plaza New York, New York 10112 (212) 664-6572

UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

FRANK QUAGLIA,

Plaintiff.

Civil Action No. 04-10460 RWZ

-against-

DECLARATION OF LAURA M. VASEY : IN SUPPORT OF DEFENDANT

BRAVO NETWORKS, NATIONAL

RAINBOW MEDIA HOLDINGS LLC'S

ADDENDUM TO HIS MAY 31, 2005

BROADCASTING COMPANY, INC., doing : RESPONSE TO PLAINTIFF'S business as NBC; RAINBOW

PROGRAMMING HOLDINGS, INC., and

: MOTION TO COMPEL

DOES 1-10,

Defendants.

LAURA M. VASEY hereby declares, pursuant to 28 U.S.C. § 1746(2), the following:

:

- 1. I am an attorney at Loeb & Loeb LLP, attorneys for Defendant Rainbow Media Holdings LLC, sued herein as Rainbow Programming Holdings, Inc. ("Rainbow"), in this matter. I respectfully submit this Declaration in support of Rainbow's Response to Plaintiff's Addendum to his May 31, 2005 Motion to Compel.
- 2. Attached hereto as Exhibit 1 is a true and correct copy of my letter dated June 17, 2005, which accompanied the raw video footage for the premiere episode of The It Factor delivered to DuArt on the same date, for copying by Plaintiff.
- 3. Attached hereto as Exhibit 2 is a true and correct copy of my letter dated June 24, 2005, and the Rainbow charts accompanying that letter.

I declare under penalty of perjury that the foregoing is true and correct.

Dated: New York, New York

June 30, 2005

LOEB&LOEBLLP

A LIMITED LIABILITY PARTNERSHIP INCLUDING PROFESSIONAL CORPORATIONS

345 PARK AVENUE NEW YORK, NY 10154-0037 TELEPHONE: 212.407.4000 FACSIMILE: 212.407.4990 www.loeb.com



Direct Dial: 212-407-4117 Direct Fax: 212-202-6127 e-mail: lvasey@loeb.com

By Hand Delivery

June 17, 2005

Denise Barrow DuArt Film & Video 245 West 55th Street New York, New York 10019

Frank Quaglia v. Bravo Networks et al., No. 04 CV 10460 (D. Mass.)

Dear Denise:

As discussed, we are delivering the enclosed Beta tapes to DuArt at the request of the plaintiff in the above-referenced action, Frank Quaglia. We expect that Mr. Quaglia will be contacting you to request that certain or all of the Beta tapes be copied onto VHS tapes. Any copies made for Mr. Quaglia will be at his expense.

For our part, we would like one set of VHS tapes containing the footage selected for copying by Mr. Quaglia. Please segregate the Beta tapes selected for copying from the remaining tapes for our recordkeeping purposes.

We appreciate your assistance in this matter. Should you have any questions, please feel free to contact me.

Yours truly,

Laura M. Vasey
Loeb & Loeb LLP

LOED & LOED LLF

cc:

Daniel Kummer, Esq. Jonathan Albano, Esq.

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NEW YORK LOS ANGELES CHICAGO NASHVILLE



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345 PARK AVENUE NEW YORK, NY 10154-0037 TELEPHONE: 212.407.4000 FACSIMILE: 212.407.4990 www.loeb.com



Direct Dial: 212-407-4117 e-mail: lvasey@loeb.com

June 24, 2005

BY E-MAIL AND OVERNIGHT MAIL

Mr. Frank Quaglia 35 Terry Lane Barre, MA 01005

Re: Frank Quaglia v. Bravo Networks, et al., No. 04-10460 RWZ

Dear Mr. Quaglia,

Enclosed are two charts prepared by Rainbow, which attempt to allocate Bravo's advertising revenue to *The It Factor*. Please note that this analysis is an estimate, not within generally accepted accounting principles.

Very truly yours,

Laura M. Vasey Loeb & Loeb LLP

Enclosures

cc: Daniel M. Kummer, Esq.

Jonathan M. Albano, Esq.

Rainbow Media "It Factor" Advertising Revenue*

	1
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1	Dollars in thousands
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	1~

				Ad Sale	Ad Sales Dayparts	rts				Total	la la
	M-F	11a-4p	M-F	M-F 11a-4p M-F 4p-7p S/S 11a-7p M-S 4a-6a M-S 7p-4a	11a-7p	S-W	4a-6a	M-S 7	p-4a	"It Factor"	tor"
Exhibitions	1	.		1	29		38		108		213
Minutes per Hour of Ad Time		10		10	10		10		10		
Hours per Show		0.5		0.5	0.5		0.5		0.5		
Spots per Show		10		10	10		10		10		
ADU Liability		20%		70%	20%		20%		20%		
Cash Sellout		%19		85%	%98		3%		83%		
Spots Sold		•			461		6		717		
Avg Cash Rate (Actual S's)	69	155	€9	511 \$	280	€9	146	. 1	1,082		
Gross Revenue	6 9	•	€9	, •	267	∽	-	€2	9//	€	1,045
Net Cash Advertising Revenue Potential (a)	69	•	69	,	227	\$	-	69	099	\$	888
Bravo Ratings		0.16		0.26	0.26		0.13	•	0.33		
"It Factor" Ratings		1			0.00		0.08		0.12		ļ
Ratings Discounted Net Cash Advertising Revenue	59		S	\$	92	s	-	so	235	ક	311
D.											

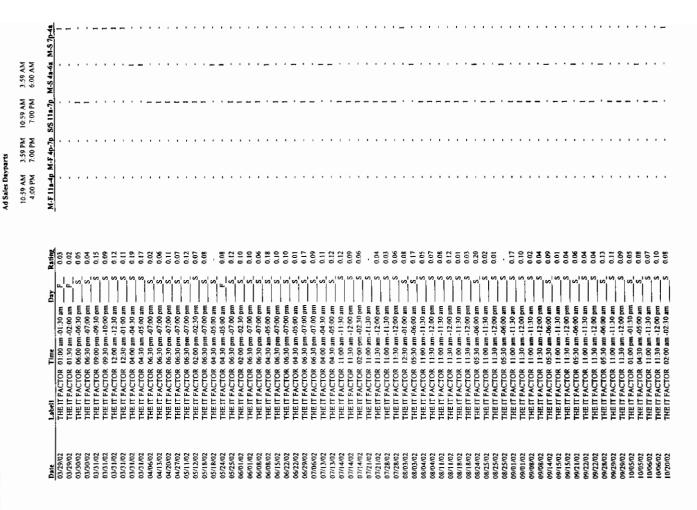
*Budgeted Costs for Production of the First Season

(\$1,440)

of The It Factor

(a) Net of 15% agency commission.

Case 1:04-cv-10460-RWZ Document 41 Filed 07/01/2005 Page 10 of 17 M-S 7p-4a 3:59 AM 6:00 AM M-S 4a-6a 10:59 AM 7:00 PM M-F 11s-4p M-F 4p-7p S/S 11s-7p 3:59 PM 7:00 PM Ad Sales Dayparts 10:59 AM 4:00 PM | Color | Colo | Heart | Harron | Hame | Harron | Hame | Harron Bravo "IT Factor" 2002 Airings Date Created: 96/14/05 Date Printed: 06/14/05 | Date |



Bravo
"IT Factor" 2002 Airings
Date Created: 06/14/05
Date Printed: 06/14/05

Ad Sales Dayparts
10:59 AM 3:59 PM 10:59 AM 3:59 AM 4:00 PM 7:00 PM 6:00 AM
4:00 PM 7:00 PM 7:00 PM 6:00 AM

M.F.113-4p M.F.4p-7p S/S 113-7p M.S.4s-4s M.S.7p-4s

Date	Labell	Time	Day	Rating	Σ
10/20/02	THE IT FACTOR	THE IT FACTOR 02:30 am -03:00 am	S	0.10	I
10/20/02	THE IT FACTOR	THE IT FACTOR 05:30 am -06:00 am	S	0.04	
10/26/02	THE IT FACTOR	05:30 am -06:00 am	s		
10/27/02	THE IT FACTOR	02:00 ат -02:30 ат	S	0.07	
10/27/02	THE IT PACTOR	02:30 am -03:00 am	\ 	0.09	
11/03/02	THE IT FACTOR	02:00 am -02:30 am	ľ	0.07	
11/03/02	THE IT FACTOR	02:30 am -03:00 am	S	0.07	
11/03/02	THE IT FACTOR	05:30 ат -06:00 ат	S	01.0	
11/17/02	THE IT FACTOR		S	80.0	
11/17/02	THE IT FACTOR	02:30 am -03:00 am	S	80.0	
11/17/02	THE IT FACTOR	05:30 am -06:00 am	Š	0.01	
11/24/02	THE IT FACTOR		S	0.09	
11/24/02	THE IT FACTOR	02:30 am -03:00 am	S	1 00	
11/24/02	THE IT FACTOR	05:30 am -06:00 am	S	0.02	
12/01/02	THE IT PACTOR	02:00 am -02:30 am	S	0.13	
12/01/02	THE IT FACTOR	THE IT FACTOR 02:30 am -03:00 am	0	0.14	

UNITED STATES DISTRICT COURT	ſ
DISTRICT OF MASSACHUSETTS	

FRANK QUAGLIA,

Plaintiff,

: Civil Action No. 04-10460 RWZ

-against-

BRAVO NETWORKS, NATIONAL BROADCASTING COMPANY, INC., doing business as NBC; RAINBOW PROGRAMMING HOLDINGS, INC., and

DOES 1-10,

: DECLARATION OF JOHN HUFFMAN IN SUPPORT OF DEFENDANT RAINBOW MEDIA : HOLDINGS LLC'S RESPONSE TO PLAINTIFF'S ADDENDUM TO HIS MAY 31, 2005 MOTION TO

: COMPEL

Defendants.

I, John Huffman, state and declare as follows:

- I am Senior Vice President-Finance for Rainbow Media Holdings LLC, sued 1. herein as Rainbow Programming Holdings, Inc. ("Rainbow"). I make this declaration based upon personal knowledge, except as otherwise noted, and upon the information contained in the records of Rainbow, which are kept in the usual course of their business. I submit this declaration in support of Rainbow's Response to Plaintiff's Motion to Compel.
- 2. I understand that Plaintiff seeks the production of documents reflecting the revenue generated by *The It Factor* series from commercial advertising sales, product placement and merchandising.
- 3. I estimated the commercial advertising sales revenue attributable to *The It Factor* based on Bravo's actual television advertising revenues for the period during which Bravo was owned in part by subsidiaries of Rainbow (until December 5, 2002). Advertising revenue attributed to The It Factor was calculated based on the daypart in which each episode aired and the ratings for each episode. See Charts Entitled, "Rainbow Media 'It Factor' Advertising

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Revenue" and "Bravo 'It Factor' 2002 Airings," attached as Exhibit 2 to the Declaration of Laura M. Vasey.

- 4. My calculation of the advertising revenue attributable to *The It Factor* is an estimate, at best, and does not comply with generally accepted accounting principles.
- 5. Although the estimated advertising revenues attributable to *The It Factor* is approximately \$300,000, Bravo eventually suffered a loss on the series of approximately \$1.1 million based on production expenses of approximately \$1.4 million (*see* Declaration of Debbie DeMontreux).
- 6. To the best of my knowledge and based on the Bravo business records that remain in Rainbow's possession, Bravo received no revenue from merchandising or product placement for *The It Factor*.

I declare under penalty of perjury that the foregoing is true and correct.

Dated: New York, New York June 39, 2005

John Huffman

UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

FRANK QUAGLIA,

Plaintiff,

: Civil Action No. 04-10460 RWZ

-against-

BRAVO NETWORKS, NATIONAL

business as NBC; RAINBOW

PROGRAMMING HOLDINGS, INC., and

DOES 1-10,

: DECLARATION OF DEBBIE DEMONTREUX IN SUPPORT OF DEFENDANT RAINBOW MEDIA BROADCASTING COMPANY, INC., doing : HOLDINGS LLC'S RESPONSE TO PLAINTIFF'S ADDENDUM TO HIS MAY 31, 2005 MOTION TO

: COMPEL

Desendants.

I. Dehhie DeMontreux, state and declare as follows:

- I am Vice President, Original Series and Events for IFC Television. I make this }. declaration based upon personal knowledge, except as otherwise noted, and the records I retained from Bravo's production of The It Factor, which have been produced in this action. I submit this declaration in support of Rainbow's Response to Plaintiff's Addendum to his May 31, 2005 Motion to Compel.
- 2. The budget for the first season of *The It Factor* (including all approved overages) was \$1,440,345.00 or \$110,795.76 per episode, for 13 episodes.

I declare under penalty of perjury that the foregoing is true and correct.

Dated: New York, New York June 29, 2005

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UNITED	STATES	DISTRI	CT C	OURT
DISTRI	CT OF N	ASSAC	HUSE	TTS

FRANK QUAGLIA,

DOES 1-10,

Plaintiff,

-against-

: Civil Action No. 04-10460 RWZ

BRAVO NETWORKS, NATIONAL BROADCASTING COMPANY, INC., doing : RAINBOW MEDIA HOLDINGS LLC'S business as NBC; RAINBOW PROGRAMMING HOLDINGS, INC., and

: DECLARATION OF LAUREN FRIEDLAND ESKELIN IN SUPPORT OF DEFENDANT RESPONSE TO PLAINTIFF'S ADDENDUM TO : HIS MAY 31, 2005 MOTION TO COMPEL

Defendants.

I, Lauren Friedland Eskelin, state and declare as follows:

- I am one of the creators and co-producers of "The It Factor" series. I make this 1. declaration based upon personal knowledge and upon the information contained in the records of Zanzibar Productions, Inc. I submit this declaration in support of Rainbow's Response to Plaintiff's Addendum to his May 31, 2005 Motion to Compel.
- 2. I understand that Plaintiff seeks all raw video footage for the premiere episode of The It Factor and any VHS copies of the same.
- 3. In August 2004, I produced to counsel all raw video footage taken for the premiere episode of The It Factor.
- I am not aware of any VHS copies of the raw video footage taken for the premiere 4. episode of The It Factor.

I declare under penalty of periury	that the foregoing is true and correct.
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Dated: New York, New York Juné 27, 2005

Juné <u>> 1, 2005</u>

Lauren Friedland Eskelin

NY425873.1 20350310009 06/29/2005 lv